RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 03-0236877 IN THE ARRIOLA (YEGUA) FIELD, HARDIN COUNTY, TEXAS

FINAL ORDER APPROVING THE APPLICATION OF HUNT PETROLEUM CORPORATION FOR MER ALLOWABLE AND INCREASED NET GAS/OIL RATIO FOR THE BP AMERICA PRODUCTION LEASE, WELL NO. 2 ARRIOLA (YEGUA) FIELD HARDIN COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on January 7, 2004, the presiding examiner has made and filed a report and recommendation containing findings of fact and conclusions of law, for which service was not required; that the proposed application is in compliance with all statutory requirements; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiner's report and recommendation, the findings of fact and conclusions of law contained therein, adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that Hunt Petroleum Corporation be and is hereby granted permission to produce the BP America Production Lease, Well No. 2, Arriola (Yegua) Field, Hardin County, Texas, under an MER allowable with a daily oil limit of 220 barrels and increased gas-oil ratio authority with a daily gas limit of 880 MCF.

It is further **ORDERED** that all overproduction for the Hunt Petroleum Corporation BP America Production Lease, Well No. 2, Arriola (Yegua) Field, be and is hereby canceled as of the date of the Final Order.

Done this twenty-third day of January, 2004.

RAILROAD COMMISSION OF TEXAS (Order approved and signatures affixed by OGC Unprotested Master Order dated January 23, 2004.)